



OFFICE OF
INSURANCE COMMISSIONER

4394 04/17/98

\$500.00

ROWESIX • BUILDING 5
P.O. BOX 40257
OLYMPIA, WA 98504-0257
Phone: (360) 753-7300
Fax: Operations • (360) 438-7630
Licensing • (360) 438-7629

In the Matter of

Stanford Insurance, Inc.,

Licensee

)
) No. D 98 - 12
)
) STIPULATION AND ORDER
) LEVYING A FINE
)
)

STIPULATION BY AGENT

Stanford Insurance, Inc., ("licensee") hereby stipulates to the payment of a fine in the total amount of \$500 based on the following facts which are hereby acknowledged.

1. The licensee failed to account for and maintain in an account separate from all other business or personal funds representing premium, in violation of RCW 48.17.600. On December 29, 1995, licensee deposited into its separate premium account funds received from James Chaffee for purposes other than insurance premium and wrote a check in that amount to pay his taxes. Also, licensee commingled premium funds received on North Pacific Insurance Company and Oregon Automobile Insurance Company between January 1996 and October 1997 with agency operating funds.
2. Licensee failed to promptly return to Advantage Co Services, EFC Janitorial Service, Sunset Homes & Remodeling, T. J. Farnam, The Gutter Company, Irby Oliver, James Valela, Biggy's, Ralph & Susan Lamberson, Dragon Palace, and Arthur Longpre unused premium funds returned by their respective insurers, in violation of RCW 48.17.480.
3. Licensee violated WAC 284-17-420 and RCW 48.17.060 and 48.17.160 when licensee permitted its affiliated agents to hold themselves out to be agents of CIGNA Property and Casualty Insurance Company, Midwest Mutual Insurance Company, and Federal Insurance Company without an agency appointment.
4. Licensee violated RCW 48.17.460 when licensee failed to display the licenses or licenses of its agency and each affiliated agent or broker in a conspicuous place customarily open to the public.

The licensee has engaged in practices that are not in accord with the standards set out in the insurance code of Washington. Accordingly, the licensee enters this Stipulation to the following

STIPULATION AND ORDER

No. D 98-12

Page 2

Order voluntarily and with the understanding that such fine is in lieu of any suspension or revocation of the licensee's license for such conduct. The facts described above, and the fact of this stipulation, may be considered by the Commissioner in any future administrative actions regarding licensee.

Signed this 30th day of March, 1998.


Stanford Insurance, Inc.,

ORDER

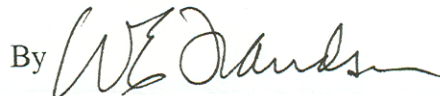
Pursuant to RCW 48.17.560 and the foregoing Stipulation, the Commissioner hereby imposes a fine in the amount of \$500 upon Stanford Insurance, Inc.,.

Such fine shall be paid in full within 30 days from the date of this Order. Upon failure to pay such fine, the Commissioner will revoke the license of the licensee and the fine will be recoverable in a civil action brought on behalf of the Commissioner by the Attorney General.

ENTERED AT LACEY, WASHINGTON, this 6th day of April, 1998.

DEBORAH SENN
Insurance Commissioner

By



WILLIAM E. FRANDSEN
Deputy Commissioner